

River Parishes Transit Authority
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 8/10/11

River Parishes Transit Authority
As of and for the Year Ended December 31, 2010

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RIVER PARISHES TRANSIT AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2010

River Parishes Transit Authority (RPTA) is presenting the following discussion and analysis in order to provide an overall review of the financial activities for the year ended December 31, 2010. We encourage readers to consider the information presented here in conjunction with RPTA's financial statements and notes to the basic financial statements in order to enhance their understanding of the financial performance.

FINANCIAL HIGHLIGHTS

Our financial statements provide these insights into the results of this year's operations:

- Ending net assets were \$884,420 – an increase of \$325,070, over 50% from the prior year.
- Operating revenues from fare box collections for the year were \$38,345. Operating expenses were \$962,652, resulting in a loss from operations.
- Federal, State and Local grants of \$1,340,814 adequately covered the loss.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual financial report consists of four parts: Management's Discussion and Analysis, the Financial Section, Required Supplementary Information, and Other Supplemental Schedules. The Financial Section also includes notes that explain in more detail some of the information in the financial statements.

The *Basic Financial Statements* - Comparative Statement of Net Assets, the Comparative Statement of Revenues, Expenses and Net Assets and the Comparative Statement of Cash Flows provide both long-term and short-term information about the overall financial status. The Comparative Statement of Net Assets includes all assets and liabilities and provides information about the nature and amounts of investments in resources (assets) and the obligations to creditors (liabilities). This financial statement reports net assets and how they have changed. Net assets – the difference between assets and liabilities – are one way to measure financial health, or position. Over time, increases or decreases in net assets are an indicator of whether its financial health is improving or deteriorating, respectively. The Comparative Statement of Net Assets also provides the basis for computing rate of return, evaluating the capital structure and assessing liquidity and financial flexibility.

All of the current year's revenue and expenses are accounted for in the Comparative Statement of Revenues, Expenses, and Changes in Net Assets. This statement measures the success of operations over the past year and can be used to determine whether operations have successfully recovered all its costs through user fees and other charges, profitability, and credit worthiness. The final required financial statement is the Comparative Statement of Cash Flows. The primary purpose of this statement is to provide information about cash receipts and cash payments during the reporting period. This statement reports cash receipts, cash payments, and net changes in cash

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MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2010

resulting for operations, investing and financing activities and provides answers to such questions as where did the cash come from, what was the cash used for, and what was the change in cash balance during the reporting period.

Our auditor has provided assurance in the Independent Auditor's Report, located immediately following this MD&A, that the Basic Financial Statements are fairly stated. The auditor regarding the Required Supplemental Information and the Other Supplemental Schedules is providing varying degrees of assurance. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Annual Financial Report.

RPTA utilizes a proprietary fund type – and enterprise fund for reporting. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. In fact, the enterprise fund is the same as a business-type entity.

FINANCIAL ANALYSIS

The Statements of Net Assets includes all of the assets and liabilities and provides information about the nature and amount of investments in resources and the obligations to creditors. This statement provides the basis for evaluating the capital structure and assessing the liquidity and financial flexibility of RPTA.

To begin our analysis, a condensed summary of the Statement of Net Assets is presented in the table below.

	2010	2009
ASSETS		
Current assets	\$ 754,213	\$ 503,557
Capital assets, net of depreciation	<u>208,388</u>	<u>195,048</u>
Total assets	<u>962,601</u>	<u>698,605</u>
LIABILITIES		
Accounts payable	78,181	139,255
NET ASSETS		
Invested in capital assets, net of related debt	208,388	195,048
Unrestricted	<u>676,032</u>	<u>364,302</u>
Total net assets	<u>\$ 884,420</u>	<u>\$ 559,350</u>

Ending net assets were \$884,420 – an increase of \$325,070, over 50% from the prior year. Of the total net assets, \$208,388 or 24% is not available for use as it is invested in capital assets.

RIVER PARISHES TRANSIT AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2010

A condensed summary of the Statement of Revenues, Expenses and Changes in Net Assets is presented in the table below.

	2010	2009
OPERATING REVENUES	\$ 38,345	\$ 26,577
DIRECT OPERATING EXPENSES		
Administrative	51,884	53,149
Capital / Depreciation	35,528	29,545
Operating	962,680	843,134
	<u>1,050,092</u>	<u>925,828</u>
Income (Loss) from operations	(1,011,747)	(899,251)
NONOPERATING REVENUES (EXPENSES)	<u>1,336,817</u>	<u>976,491</u>
Increase (Decrease) in Net Assets	325,070	77,240
NET ASSETS-Beginning	559,350	482,110
NET ASSETS-Ending	<u>\$ 884,420</u>	<u>\$ 559,350</u>

Operating revenues from fare box collections for the year increased by approximately \$11,000 or 44%. Operating expenses also increased by approximately \$124,000 or 13%. Non-operating revenues of Federal, State and Local grants of \$1,336,817 adequately covered the loss. The final increase in net assets for the year was \$325,070.

BUDGETARY HIGHLIGHTS

RPTA adopts a Budget no later than December 30th of each year. The budget remains in effect the entire year unless it is revised. The current year's original budget was adopted and approved at a meeting on December 9, 2009. The original budget was amended and approved at a meeting on December 14, 2010.

A comparison of budget and actual is presented in the table on the next page.

RIVER PARISHES TRANSIT AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2010

The only large unfavorable variance was in the comparison of the capital outlay/depreciation budget items. Depreciation of current year additions was recorded in the current year but was not budgeted for.

	2010	Final Budget
OPERATING REVENUES	\$ 38,345	\$ 40,000
DIRECT OPERATING EXPENSES		
Administrative	51,884	54,720
Capital / Depreciation	35,528	115,500
Operating	962,680	1,097,830
	<u>1,050,092</u>	<u>1,268,050</u>
Income (Loss) from operations	(1,011,747)	(1,228,050)
NONOPERATING REVENUES (EXPENSES)	1,336,817	954,600
Increase (Decrease) in Net Assets	325,070	(273,450)
NET ASSETS-Beginning	559,350	766,376
NET ASSETS-Ending	<u>\$ 884,420</u>	<u>\$ 492,926</u>

CAPITAL ASSETS

A summary of capital assets for the year is as follows:

RIVER PARISHES TRANSIT AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2010

	Balance 12/31/2009	Balance 12/31/2010
DEPRECIABLE ASSETS:		
COST		
Computer Hardware	\$ 4,687.98	\$ 4,687.98
Fareboxes	5,014	5,014
Security equipment	7,486	7,486
Signal Communications Equip	31,369	31,369
Vehicles	173,025	221,894
Furniture & Fixtures	3,010	3,010
Total cost of depreciable assets	224,593	273,462
ACCUMULATED DEPRECIATION		
Computer Hardware	812	1,750
Fareboxes	916	1,919
Security equipment	624	1,372
Signal Communications Equip	2,700	5,855
Vehicles	23,992	53,074
Furniture & Fixtures	502	1,104
Total accumulated depreciation	29,545	65,074
Net capital assets	<u>\$ 195,047.57</u>	<u>\$ 208,388.42</u>

RPTA added \$48,869 to capital assets for a vehicle purchased. There were no assets deleted in the current year.

Depreciation expense was recorded in various categories as follows:

RIVER PARISHES TRANSIT AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2010

Computer Hardware	\$ 938
Fareboxes	1,003
Security equipment	749
Signal Communications Equip	3,155
Vehicles	29,082
Furniture & Fixtures	<u>602</u>
 Total depreciation	 \$ 35,528

The beginning net book value of capital assets was \$195,048. With the above additions to capital assets the total cost of capital assets is \$273,462. Accumulated depreciation of \$65,074 deducted from the cost resulted in the net book value of capital assets of \$208,388.

Additional detailed information about capital assets is presented in Note 5 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Board adopted and approved the 2011 Budget at a meeting on December 14, 2010 as summarized below:

	2011 Budget
OPERATING REVENUES	\$ 40,000
DIRECT OPERATING EXPENSES	
Administrative	54,720
Capital / Depreciation	115,500
Operating	<u>1,097,830</u>
	<u>1,268,050</u>
Income (Loss) from operations	(1,228,050)
NONOPERATING REVENUES (EXPENSES)	<u>954,600</u>
Increase (Decrease) in Net Assets	(273,450)
NET ASSETS-Beginning	<u>766,376</u>
NET ASSETS-Ending	<u><u>\$ 492,926</u></u>

RIVER PARISHES TRANSIT AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2010

CONTACTING MANAGEMENT

This Annual Financial Report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of our finances and to demonstrate accountability for the money we receive. If you have questions about this report or need additional financial information, contact:

Mr. Brent Petit, Chairman
PO Box 2444
LaPlace, LA 70069-2444
985-851-2900

FINANCIAL SECTION



STAGNI & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board Members of the
River Parish Transit Authority

We have audited the accompanying financial statements of the business-type activities as of and for the year ended December 31, 2010 and 2009 which collectively comprise the River Parish Transit Authority's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the River Parish Transit Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of the River Parish Transit Authority as of December 31, 2010 and 2009, and the respective changes in financial position and cash flows for the year then ended, in conformity with auditing standards generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated June 11, 2011, on our consideration of the River Parish Transit Authority's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. . . The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis, as listed in the foregoing table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements is required by the Government Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Stagni & Company

Thibodaux, Louisiana
June 11, 2011



RIVER PARISHES TRANSIT AUTHORITY

Comparative Statement of Net Assets

December 31, 2010 and 2009

	2010	2009
ASSETS		
Cash and cash equivalents	\$ 563,288	\$ 1,245
Due from other governments	190,925	502,312
Capital assets, net of depreciation	<u>208,388</u>	<u>195,048</u>
Total assets	<u>962,601</u>	<u>698,605</u>
LIABILITIES		
Accounts payable	<u>78,181</u>	<u>139,255</u>
Total liabilities	<u>78,181</u>	<u>139,255</u>
NET ASSETS		
Invested in capital assets	208,388	195,048
Unrestricted	<u>676,032</u>	<u>364,302</u>
Total net assets	<u>\$ 884,420</u>	<u>\$ 559,350</u>

See notes to the financial statements.

RIVER PARISHES TRANSIT AUTHORITY

Comparative Statement of Revenues, Expenses, and Changes in Net Assets
For the years ended December 31, 2010 and 2009

	2010	2009
OPERATING REVENUES		
Farebox Revenues	\$ 38,345	\$ 26,577
DIRECT OPERATING EXPENSES		
Administrative:		
Audit	10,760	5,840
Communications	44	1,114
Marketing & Advertising	315	4,889
Professional Services	38,850	37,060
Travel & Training	650	1,530
Other	1,265	2,716
Total administrative	51,884	53,149
Depreciation	35,528	29,545
Operating:		
Licensing & Registration	28	2,413
Purchased Transportation Services	962,652	840,721
Total operating	962,680	843,134
TOTAL DIRECT OPERATING EXPENSES	1,050,092	925,828
Income (Loss) from operations	(1,011,747)	(899,251)
NONOPERATING REVENUES (EXPENSES)		
Government Grants:		
Federal	317,767	343,644
State	716,407	460,689
Local	306,640	178,143
Interest	65	-
General Government	(4,062)	(5,985)
Total nonoperating revenue (expense)	1,336,817	976,491
Increase (Decrease) in Net Assets	325,070	77,240
NET ASSETS		
Beginning of year	559,350	482,110
Ending of year	\$ 884,420	\$ 559,350

See notes to the financial statements.

RIVER PARISHES TRANSIT AUTHORITY

Comparative Statement of Cash Flows
For the years ended December 31, 2010 and 2009

	2010	2009
Cash flows from operating activities:		
Cash received from customers	\$ 38,345	\$ 26,577
Cash paid to suppliers and vendors	(764,251)	(1,198,150)
Net cash used in operating activities	(725,906)	(1,171,573)
Cash flows from noncapital financing activities:		
Operating subsidies received from other governments	1,340,880	893,684
General Government - other	(4,062)	(5,985)
Net cash used for noncapital financing activities	1,336,818	887,699
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(48,869)	5,711
Net cash provided by capital and related financing activities	(48,869)	5,711
Net increase (decrease) in cash and cash equivalents	562,043	(278,163)
Cash and cash equivalents - beginning of year	1,245	279,408
Cash and cash equivalents - end of year	<u>\$ 563,288</u>	<u>\$ 1,245</u>
Reconciliation of income (loss) from operations to net cash used in operating activities:		
Income (Loss) from operations	(1,011,747)	(899,251)
Adjustments to reconcile income (loss) from operations to net cash provided (used) in operating activities:		
Depreciation	35,528	29,545
(Increase) Decrease in accounts receivable	311,387	(427,312)
Increase (Decrease) in accounts payable	(61,074)	125,445
Net cash provided (used) in operating activities	<u>\$ (725,906)</u>	<u>\$ (1,171,573)</u>

See notes to the financial statements.

For the Year Ended December 31, 2010

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RIVER PARISHES TRANSIT AUTHORITY
NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2010

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Measurement Focus, Basis of Accounting and Financial Statement Presentation

(b) where the governing body has decided that the periodic determination of revenues earned, expenses incurred and/or changes in net assets is appropriate for capital maintenance.

The RPTA applies all applicable FASB pronouncements issued on or before November 30, 1989 in accounting for its operations unless those pronouncements conflict or contradict GASB pronouncements.

C. Capital Assets

Capital assets are capitalized at historical cost. Depreciation is charged to expense over the estimated useful lives of the assets once placed in service. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

CATEGORY	LIFE
BUILDINGS	20 YEARS
FURNITURE AND OFFICE EQUIPMENT	3-10 YEARS
BUSES AND EQUIPMENT	3-12 YEARS

D. Federal, State and Local Grants

Federal, state and local grants are made available for the acquisition of public transit facilities, planning studies, buses and other transit equipment, and lease maintenance services. Unrestricted operating grants and grants restricted as to purpose, but not contingent on the actual expenditures of funds, are recognized at that point in time when the right to the funds becomes irrevocable. Where the expenditure of funds is the prime factor for determining the eligibility for the grant proceeds, the grant is recognized at the time when the expense is incurred.

E. Cash Flows

For the purposes of the statements of cash flows, cash and cash equivalents include investments with a maturity of less than one year.

RIVER PARISHES TRANSIT AUTHORITY

NOTES TO FINANCIAL STATEMENTS

For the Year Ended December 31, 2010

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Budgets and Budgetary Accounting

In accordance with Revised Statutes and under authority granted to the Board of Commissioners, an annual budget of revenue, expenses and capital expenditures is prepared under the accrual basis of accounting, consistent with accounting principles generally accepted in the United States of America. The budget is adopted by resolution of the Board of Commissioners after public hearings are conducted and public input is received. The RPTA, operating as an enterprise fund, utilizes the budget and related budgetary accounting to assure that: (1) service objectives are attained; (2) expenditures are properly controlled; and (3) adequate resources will be available to finance current operations, repay long-term liabilities and meet capital outlay requirements. A budget presentation is not required and has not been included in the financial statements.

G. Claims and Judgments

The RPTA provides for losses resulting from claims and judgments, including anticipated incremental costs. A liability for such losses is reported when it is probable that a loss has occurred and the amount can be reasonably estimated. Actual losses may differ significantly from estimates.

H. Federal Grants

Federal grants are made available to RPTA for the acquisition of public transit facilities, buses and other transit equipment. Unrestricted operating grants and grants restricted as to purpose, but not contingent on the actual expenditures of funds, are recognized at the point in time when the right to the funds becomes irrevocable. Where the expenditure of funds is the prime factor for determining the eligibility for the grant proceeds, the revenue is recognized at the time when the expense is incurred.

I. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

RIVER PARISHES TRANSIT AUTHORITY
NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2010

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Operating vs. Non-Operating Revenue

RPTA recognizes rider fares, contracted fare services as operating. All other revenues, including federal state, and local grants, and operating subsidies are recognized as non-operating.

Note 2 CASH AND CASH EQUIVALENTS

Demand (deposits, interest bearing demand deposits and certificates of deposit) are recorded at cost, which approximates fair value. At December 31, 2010, the carrying amount was \$563,288 and the bank balance of deposits was \$564,127.

Custodial credit risk is the risk that in an event of a bank failure, deposits may not be returned to it. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposits insurance or the pledge of securities owned by the fiscal agent bank.

The market values of the pledged securities plus the federal deposit insurance (FDIC) must at all time equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. The collateral must be held at the pledging bank's trust department or other bank, acting as the pledging bank's agent, in RPTA's name.

For the year ended December 31, 2010 \$314,127 of the bank balance is considered subject to custodial credit risk. The District does not have securities pledged at year-end to cover the custodial credit risk.

Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement 3, R.S. 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the entity that the fiscal agent has failed to pay deposited funds upon demand.

RIVER PARISHES TRANSIT AUTHORITY
NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2010

Note 3 **DUE FROM OTHER GOVERNMENTS**

The amount due from other governments consists of:

DUE FROM	2010
Federal Transit Authority	12,366
LA BTRD Public Transit	97,800
TOTAL	\$110,166

Note 4 **COMPENSATION OF BOARD MEMBERS**

The following amounts were paid for per diems for the year to:

Board Member:	
Ms. Helen Banquer	\$ 400
Ms. Cindi Clarke	320
Mr. Authur Harper, Jr.	360
Mr. Brent Petit	320
	<hr/>
	\$1,400

RIVER PARISHES TRANSIT AUTHORITY
NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2010

Note 5 CAPITAL ASSETS

Capital assets and depreciation activity for the year is as follows:

	Balance 12/31/2009	Additions	Deletions	Balance 12/31/2010
DEPRECIABLE ASSETS:				
COST				
Computer Hardware	\$ 4,687.98	\$ -	\$ -	\$ 4,687.98
Fareboxes	5,014	-	-	5,014
Security equipment	7,486	-	-	7,486
Signal Communications Equip	31,369	-	-	31,369
Vehicles	173,025	48,869	-	221,894
Furniture & Fixtures	3,010	-	-	3,010
Total cost of depreciable assets	224,593	48,869	-	273,462
ACCUMULATED DEPRECIATION				
Computer Hardware	812	938	-	1,750
Fareboxes	916	1,003	-	1,919
Security equipment	624	749	-	1,372
Signal Communications Equip	2,700	3,155	-	5,855
Vehicles	23,992	29,082	-	53,074
Furniture & Fixtures	502	602	-	1,104
Total accumulated depreciation	29,545	35,528	-	65,074
Net capital assets	<u>\$ 195,047.57</u>			<u>\$ 208,388.42</u>

Depreciation expense for the year was \$83,081.

Note 6 CONTINGENCIES AND GRANT COMMITMENTS

The RPTA receives financial assistance directly from Federal agencies, which is subject to audit and final acceptance by these agencies. In the opinion of management, amounts that might be subject to disallowance upon final audit, if any, would not have a material effect on the financial position.

The RPTA is committed to funding local matching requirements under grants for which a contractual obligation existed at the end of each year.

RIVER PARISHES TRANSIT AUTHORITY
NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2010

Note 7 **RISK MANAGEMENT**

RPTA is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. To protect against these risks, RPTA has purchased commercial or other insurance for the losses to which it is exposed.

REPORTS REQUIRED BY GAO



STAGNI & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Board Members of
River Parish Transit Authority

We have audited the financial statements of the business-type activities of the River Parish Transit Authority as of and for the year ended December 31, 2010, which collectively comprise the basic financial statements and have issued our report thereon dated June 11, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered River Parish Transit Authority's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a remote possibility that a material misstatement of the financial statements will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended for the information and use of management, the Board of Commissioners, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Stagni & Company

Thibodaux, LA
May 25, 2010



River Parish Transit Authority
SCHEDULE OF CURRENT YEAR FINDINGS
For the Year Ended December 31, 2010

We have audited the financial statements of the business-type activities of the River Parish Transit Authority, which collectively comprise the basic financial statements as of and for the year ended December 31, 2010, and have issued our report thereon dated June 11, 2011. We conducted our audit in accordance with auditing standards and the standards generally accepted in the United States of America applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

The opinion issued on the basic financial statements was unqualified.

Section I - Summary of Auditor's Reports

a. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weaknesses ☐ Yes ☒ No

Significant Deficiencies ☐ Yes ☒ No

Compliance

Compliance Material to Financial Statements ☐ Yes ☒ No

b. Federal Awards

Internal Control

Material Weaknesses ☐ Yes ☐ No Significant Deficiencies ☐ Yes ☐ No

Type of Opinion On Compliance Unqualified ☐ Qualified ☐

For Major Programs Disclaimer ☐ Adverse ☐

Are their findings required to be reported in accordance with Circular A-133, Section 510(a)? ☐ Yes ☐ No

c. Identification of Major Programs:

CFDA Number (s)

Name of Federal Program (or Cluster)

Dollar threshold used to distinguish between Type A and Type B Programs: _____

Is the auditee a 'low-risk' auditee, as defined by OMB Circular A-133? ☐ Yes ☐ No

Section II Financial Statement Findings

NONE

Section III Federal Award Findings and Questioned Costs

NONE

